COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PETITION OF WOOD CREEK WATER DISTRICT)
TO CONSTRUCT EXTENSION PURSUANT TO) CASE NO. 91-412
807 KAR 5:066, SECTION 12(4)

ORDER

On October 25, 1991, Wood Creek Water District ("Wood Creek") filed a letter requesting Commission review of a proposed water line extension to the Boulder Road (Wood Creek Boat Dock Road). The extension will serve six customers who have summer homes or cabins on Wood Creek Lake, and these customers will pay all costs of construction not provided by Wood Creek. Wood Creek enclosed a map of the proposed project and other information concerning the details of construction.

Wood Creek also requested the Commission to approve the funding of the extension pursuant to 807 KAR 5:066, Section 12(4). That section permits a utility to construct extensions under "different arrangements" than those otherwise required by the regulation, provided such arrangements have been approved by the Commission. The different arrangements proposed by Wood Creek are the provision by Wood Creek of 100 feet of line free of charge instead of the 50 feet required by 807 KAR 5:066, Section 12(1), and the corresponding waivers by the six customers involved of their right to refunds of the cost of 50 feet of the extension as a result of future tap-ons to the extension.

The six customers have filed signed statements reflecting that they are aware of their rights under 807 KAR 5:066, Section 12, and have freely entered into an agreement establishing different arrangements for the extension of water service. Accordingly, the Commission finds that the proposed extension agreement should be approved. The Commission further finds that the construction proposed by Wood Creek is in the ordinary course of business and does not require a Certificate of Public Convenience and Necessity pursuant to KRS 278.020.

IT IS THEREFORE ORDERED that:

- 1. The extension arrangement proposed by Wood Creek is approved pursuant to 807 KAR 5:066, Section 12(4).
- 2. Within 30 days of the date of this Order, Wood Creek shall file a revised tariff as set out in Appendix A, which is attached hereto and incorporated herein, signed by the appropriate utility officer, setting out that Wood Creek shall offer like extensions to other customers similarly situated pursuant to 807 KAR 5:066, Section 12(5).

Done at Frankfort, Kentucky, this

13th day of January, 1992.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-412 DATED 01/13/92

The following rates and charges are prescribed for the customers in the area served by Wood Creek Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Extension of Service

The Utility may make at its own expense greater extensions than those set out in 807 KAR 5:066, Sections (1) and (2), provided like free extensions are made to other customers under similar conditions.

To determine if surplus funds are available to be used to finance extensions, the following criteria will be reviewed: (1) whether surplus funds exist; (2) substantial opportunity for repayment of the expended surplus funds exists; (3) the extension would not otherwise be constructed, due to unavailability of financing from any other source and; (4) any other relevant facts that pertain to the proposed extension.